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Loss compensation Austria



The loss compensation reduces the losses of selected periods.

Prerequisites:
✓ active companies of all sizes with their registered office/permanent establishment in Austria that generate income from trade, self-employment or agriculture and forestry. The company must have generated sales before 16 September 2020
✓ Decline in sales of at least 30% compared to the corresponding periods in 2019, the grant must be at least EUR 500.
✓ The losses must occur in the period between 16.9.2020 and 30.6.2021.

Periods:
✓ pp to 10 observation periods/months can be selected in the time span from 16.9.2020 to 30.6.2021 at the latest
✓ the selected periods must cohere, with the exception of a gap due to a turnover replacement (Umsatzersatz).

Amount of loss compensation:
✔ 70% of the assessment basis
✔ for small or micro enterprises 90%
✔ maximum of EUR 3 million per enterprise

Payment:
✔ will be made in 2 tranches, which are applied for separately
✔ the 1st tranche must be applied for by 30.6.2021 at the latest
✔ the 2nd tranche can be applied for from 1.7-31.12.2021. In the course of the 2nd tranche, a final reconciliation has to be made.

The application must be submitted by a certified tax advisor, CPA or a certified accountant.

The loss compensation may not be granted if the applicant applies for the “fixed cost grant 800.000 (FCG)”. If the FCG has already been applied for, it is possible to switch to the loss compensation before applying for the 2nd tranche.

In the interest of an efficient preparation of the calculation bases, we recommend to refrain from applying for a first tranche based on preliminary figures and instead apply for the full amount of the loss compensation after 1 July 2021 based on final figures.

Your Auditorea team